GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Animal Husbandry Department - Establishment of TMR Fodder Blocks Unit - Proposal for the grant of Government subsidy and Investment as per the Provisions of Fodder Security Policy under Fodder Development Schemes in **Public Private Partnership (PPP)** – Sanction - Orders – Issued.

ANIMAL HUSBANDRY, DAIRY DEVELOPMENT & FISHERIES (AH.I) DEPARTMENT

G.O.RT.No. 7 Dated: 02-01-2016

Read the following:

1. G.O.Ms.No.18, AHDD&F (AH.I) Dept., dated 30.06.2015
2. G.O.Rt.No.255, AHDD&F (AH.I) Dept., dated 10.11.2015
3. From Head of the Department, AH Department, A.P. Hyderabad, Lr.No.6154/D/D2/2015, dated: 04-12-2015

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ORDER:

In the G.O.1st read above, orders were issued approving Fodder Security Policy for Livestock 2015-20 which provides for support to the entrepreneurs on Fodder Development Project. It also includes certain Fiscal incentives for T.M.R. Fodder Blocks in the form of Government subsidy and Government investment as mentioned in the G.O. As per Para (5.4.0) of the said G.O., the entrepreneurs are entitled for Government subsidy (50%) and also 25% as Government advance which will be recovered from the amount payable every year to the entrepreneur towards the cost of fodder blocks for which the Government will give buy back agreement.

2. In the G.O. 2nd read above, among other things, Government issued orders to the Head of the Department, AH Department, Hyderabad, to Procure 10,000 metric tons of TMR fodder blocks at the L-I Rates approved to mitigate the fodder shortage in the state.

3. In the reference 3rd read above, the Head of the Department, AH Department, Hyderabad, has reported that successful bidder, as approved in the G.O. 2nd read above has submitted the DPR (Detailed Project Report) for a total project value of Rs. 8.01 Crores of which, the items admissible for the sanction of subsidy and the Government investment (Interest free Loan) are Rs. 2.54 Crores and Rs. 1.27 crores respectively as per the provisions of the Fodder Security policy approved in the G.O. 1st read above. He has requested the Government, to sanction Rs. 2.54 crores as subsidy on the equipment and Rs. 1.27 crores as recoverable interest free Government investment for establishment of TMR Fodder Blocks unit in the State under the PPP project involving M/s Fertile Green INC (L-1 bidder) at Nellore, in accordance with the provisions of Fodder Security Policy approved in G.O.Ms.No. 18, dated 30.06.2015 so as to enable the partner of this PPP project to commence the production of TMR fodder blocks immediately and start supplying the TMR fodder blocks from March 2016, so that the material so procured will be useful to manage fodder stress in the drought declared districts of the State.

P.T.O.

4. In terms of the provisions of Para (5.4.0) of G.O. 1st read above and in the circumstances stated by the Head of the Department, AH Department, Hyderabad, in his letter 3rd read above, Government hereby sanction an amount of Rs. 2.54 crores (Rupees Two Crores and Fifty Four Lakhs Only) as subsidy on the equipment and Rs. 1.27 crores (Rupees One Crore and Twenty Seven Lakhs Only) as recoverable interest free Government investment for establishment of Total Mixed Ration (TMR) Fodder Blocks Unit in the State under PPP project to M/s Fertile Green INC (L-1 bidder) Nellore.

5. The amount sanctioned in Para (4) above, shall be met within the provisions of BE 2015-16. The Head of the Department, Animal Husbandry department, AP, Hyderabad shall take adequate precautions before entering the MOU and sanction of subsidy amount to the entrepreneur , by following due procedure.

6. The Head of the Department, Animal Husbandry department, AP, Hyderabad shall take necessary further action accordingly.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

DR. MANMOHAN SINGH
PRINCIPAL SECRETARY TO GOVERNMENT

To
The Head of the Department, Animal Husbandry department, AP, Hyderabad.
Copy to:
The Entrepreneur through Head of the Department, AH Department, Hyderabad.
The PS to M (A,AHDD&F)
Clean copy to file.
SF/SC.

//Forwarded By Order//

SECTION OFFICER